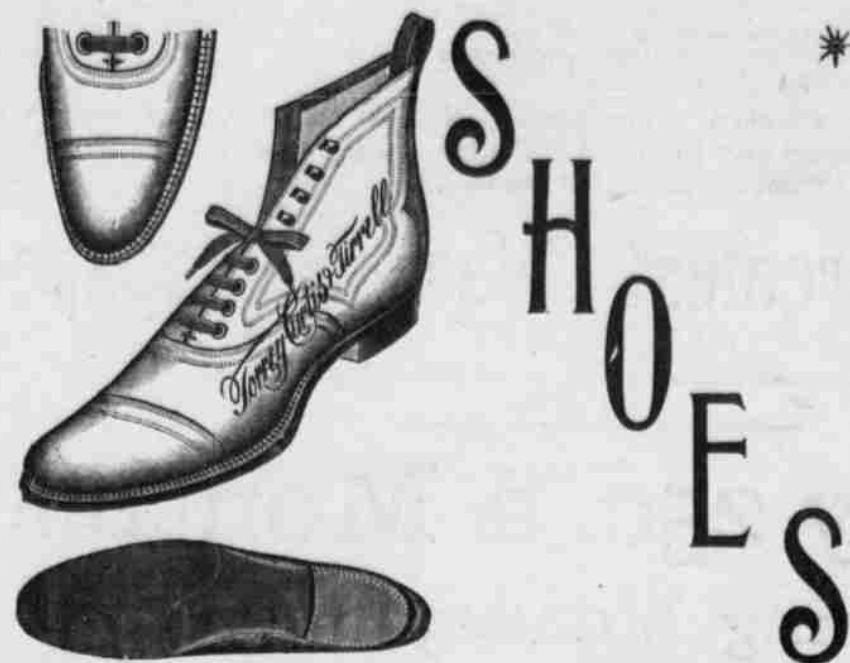


IF YOU ARE LOOKING FOR BARGAINS



See Krausse Bros.

They have them at 275 Commercial st.

Down They Go

AT THE

New York Racket.

Our ladies' shirt waists, all kinds reduced just one-half, to close out the lines. Here is a bargain. Our prices were low, now they are lowest.

We also reduce to a very low price on our tan, chocolate and ox-blood hose for ladies, misses and children. These hose are first-class at the price.

Call and get a bargain.

Closing Out Bankrupt Stock

At Friedman's New Racket.

A Few of the Bargains We Are Offering:

We have some more lace curtains, worth \$1.50 a pair, which we are selling for 85c a pair. Best quality table oilcloth, for 13c a yard. Tablecloth, worth 50c a yard, now for 25c a yard. A new line of percales, worth 12c a yard, now for 7c a yard. Pajamas at half price. Silk gloves, one-third off. Leather belts, from 10c up. Spool cotton, 2 cents.

Remember, Reductions on all lines:

Trunks and clothing, blankets, hats, shoes,

FRIEDMAN'S,

Corner Commercial and State streets, Salem, Oregon.



Just Received
A FINE ASSORTMENT OF
Clauss' Razors

All styles and prices.
Fully guaranteed.

GRAY BROS

Corner State and Liberty streets
Salem, Or.

PEACE NEGOTIATIONS,

Gen. Toral Has Refused Gen. Shafter's Proposition.

Artillery Slowly Moving to the Front Over an Almost Impassable Trail.

OFF JURAGUA, July 12, 8 p. m.—All negotiations for the peaceful surrender of Santiago de Cuba ended in an utter failure today and the city must fall by the sword. Gen. Toral has finally and definitely refused the acceptance of Shafter's proposition for an unconditional surrender and the American army now only awaits the word of its general, to begin. Just when the attack will begin is not exactly known yet.

It is definitely settled, however, that a forward movement will not begin until the army is fully backed up by the big guns, the absence of which cost so many lives during the previous engagement. Gen. Randolph's movement began early this morning, and tonight out of ten batteries but one of four guns has succeeded in making its way over an almost impassable trail to the front.

This, with four batteries already there, is not considered by the American commander as sufficient, and probably twenty-four hours more will elapse before a general engagement begins.

LATER NEWS.

WASHINGTON, July 13.—Secretary Alger received the following:

PLAYA DEL ESTE, July 13.—At a meeting between the lines at which Gen. Shafter, Gen. Wheeler and Spanish Gen. Toral were present, the latter claimed that he was unable to act without authority of his government, but he has received permission to withdraw and surrender the harbor ports, munitions of war and the eastern portion of Cuba.

He urgently requests until tomorrow noon to receive an answer from his government regarding the offer of our government to send forces to Spain, which was granted.

(Signed)

MILES.

On the bulletin giving Gen. Miles' dispatch was written underneath the dispatch the following: "Permission to withdraw was declined by the war department."

(Signed) R. A. R.

YELLOW FEVER.

Reported in the Field Hospital Near Santiago De Cuba.

WASHINGTON, July 13.—The war department made the following statement today concerning the condition of things in the hospitals at Santiago:

"On 11th the surgeon-general received information that there were 14 cases of yellow fever in the field hospital. Since that time information has been received that a number of new cases had occurred. Everything is being done to check the disease."

LIES IN ASHES.

Burned By Order of the Authorities.

OFF JURAGUA CITY, July 12.—The town of Cito (Siboney) lies in ashes tonight. It was burned under the orders of the army health authorities.

Blanco Protests.

LONDON, July 13.—A dispatch from Madrid, says that Captain-General Blanco replied to the Spanish government's reiterated presentation regard peace, by energetically protesting against the idea of suing for peace.

Left in Disguise.

MONTREAL, July 13.—Messrs. DuBosc and Carranza sailed today on the steamer Ottoman. Senor DuBosc had his beard shaved off and went on board with a false beard.

Wrecked.

WASHINGTON, July 13.—The ship Sandomingo was wrecked today off Isle Pines, Cuba, while trying to run the blockade.

Prize Sloop Captured.

KEY WEST, July 13.—The sloop Wary, flying the British flag, was brought in here as a prisoner of war. She was captured by the St. Louis 110 miles from Santiago de Cuba while bound from Jamaica for Santa Cruz with a cargo of provisions.

CASTORIA.

The Kind You Have Always Bought
Bears the Signature of *Castor*

IMPERIAL TROOPS DEFEATED.

France May Be Obligated to Protect Her Interest.

CANTON July 13.—Owing to defeat of the imperial troops near Woo Chow a thousand picked braves have been dispatched there, conveyed by two gunboats. The prefect of Woo Chow, reports the imperial losses at 1500 killed. It is stated that the French minister informed the government at Peking, that France may be obliged to interfere by the force of arms, owing to the menace to French commercial interests.

Fatal Explosion.

ST. LOUIS, July 13.—One person killed, two fatally injured and one other badly burned are the results of an explosion at the residence of Mrs. Ida Schulte. One of the children tried to fill a lighted stove tank with gasoline from a can. An explosion resulted, which probably fatally scorched Mrs. Schulte. Her little 3 year-old son, Ignatius, was burned to death, and another son, Edward, aged 15, is dying as the result of his burns. Mrs. Lizzie Miller, a neighbor, who rushed in to rescue the victims of the fire, was badly but not fatally burned.

Sentenced to Death.

NEW YORK, July 13.—Mrs. Martha M. Place, convicted of the murder of the murder of her step-daughter, Ida Place, was today sentenced to die by electricity at Sing Sing prison during the week beginning August 29.

SANTIAGO SURROUNDED.

General Toral Refuses to Surrender Unconditionally.

SANTIAGO, July 13.—Tuesday in reply to the second demand for the unconditional surrender of Santiago, General Toral flatly refused and reiterated his determination to resist to the bitter end.

Notwithstanding this the American batteries did not open fire and a renewal of the bombardment will probably be postponed until some time today when it is hoped that all of General Randolph's troops will be in position. The siege guns landed yesterday will also be brought up as soon as possible.

Torrents of rain fell Monday night, drowning out the boys in the trenches and making the road almost impassable. This may delay the batteries and siege guns.

The volunteers are being located along the great center, along which road Toral would have to retreat should now be foolhardy enough to make the attempt. The Cubans under General Calixto Garcia took Calmes without opposition on Monday night, and have entrenchments on each side of the road. The Americans are now in a position to strike the enemy in the left flank and keep it up, making the Spanish entrenchments north of the city untenable.

General Toral, realized the weakness of this flank, has been busy under his flag of truce in doubling back with the entrenchments and fixed his guns in the direction from which he is threatened. Most of General Randolph's guns will be located on the heights, the center of General Lawton's new position, where they command the town. Monday afternoon the Caprons' and Haines' batteries on the right succeeded in tearing up the entrenchments for the "palm" battery, as it is called, and in pumping shells into several blockhouses on Salientes, but the shots directed at the Spaniards in the trenches did not appear to have much effect. Shrapnel were rapidly broken, directly over the trenches, yet in five minutes the trenches, at every point of explosion, would be alive with the enemy. They would watch for the

GERMANS DRIVEN OFF,

Admiral Dewey Teaches Them a Lesson in Subig Bay.

And Five Hundred Spaniards Surrender Everything on Grande Island.

MANILA, July 9, via Hong Kong, July 13.—The insurgents on Wednesday, July 6, reported the German boat Irene, in Subig bay, and refused to permit them to attack the Spaniards on Grande Island. Rear Admiral Dewey promptly dispatched the Raleigh and Concord to investigate the matter. On entering Subig bay, the Raleigh opened fire on the forts, whereupon the Irene slipped her cable and steamed out by another channel. The result of the fire of the American warship was that the Spaniards, numbering over 500 men surrendered everything. On returning to Manila, the Irene explained that "she interfered in the interest of humanity," and offered to hand over to the Americans the refugees she had on board. Admiral Dewey has declined to accept them.

ATTACKING SPANIARDS.

Insurgents at Manila Fighting on Their Own Hook.

MANILA, July 7, via HONG KONG, July 13.—The insurgents yesterday made a vigorous attack on the Spaniards from all sides, with little result. They shelled the Spanish blockhouses and the trenches north of Manila and captured the Spanish guns at Mesa. About 400 native infantry have joined the insurgents.

Loss, about one hundred on each side. The Americans and insurgents are acting independently and both are conducting their own operations, and hoping to evolve an agreement afterwards.

Cruiser's Fast Time.

PORTSMOUTH, N. H., July 13.—With a new broom tied to the top of her foremast, and a Japanese flag flying from her stern, the Japanese cruiser Kasagi steamed into Portsmouth harbor this afternoon, after having made a speed averaging 23 knots an hour, a quarter of a knot above the contract requirements, for a distance of 40 miles. The Kasagi was built by the the Cramps.

Sagasta's Responsibility.

LONDON, July 13.—The Madrid correspondent of the Times says: "The crisis hangs fire. The ministers still meet in council and the difficulties of retirement seem greater even than the difficulties of remaining in office. The conservatives are not prepared to accept office, and it is hard to imagine a liberal cabinet without an undisputed liberal leader. The logical conclusion is that Senor Sagasta must accept the responsibility of deciding whether or not to open peace negotiations."

The Madrid correspondent of the Daily mail says Senor Sagasta, being asked as to whether a decision had been made regarding peace, replied: "No; but what remedy can there be but to make peace?"

New Loan.

MADRID, via Bayonne, July 13.—The government issued a loan of 500,000,000 pesetas, in treasury bonds, at five per cent today, of which amount the bank of Spain takes 300,000,000 pesetas.



THE ELDER HEARD FROM.

Brought Back Prospectors From Copper River.

SEATTLE, Wash., July 13.—The steamer Geo. W. Elder, arrived at Seattle from Southeastern Alaska ports reports that the steamer Del Norte, which was towing the river Wisconsin to St. Michaels, abandoned the Wisconsin at Juneau.

The steamer Laurada, which was towing two river steamers, the Philip B. Low and the Kate Emrich, to the mouth of the Yukon, was obliged to return to Sitka with her tow.

Among the Elder's 180 passengers were about 90 from the Copper river country, nearly all of whom had a tale of woe relating to the disappointments and discouragements they had met with. They say about 600 prospectors are at the mouth of the Copper river waiting for an opportunity to return to civilization. On the other hand, many are pushing on to the Tanana and Minook districts. After coaling here the Elder will go to Portland.

From a letter received it would seem that not all of the many hundreds of prospectors that have gone to Copper river are returning discouraged. A. F. Trudenburg, formerly of this city, writes, under date of June 20, as follows: "A few days ago my partner and I located a claim 10 miles above Terrill, in the Blackburn mountains. We took out \$150 in dust from the surface in three days, but had to stop work until September on account of high water."

Case Reopened.

PARIS, July 13.—Major Comte Ferdinand Walsin Esterhazy, the alleged author of the border in the Dreyfus case, has been arrested. Mme. Pais, his mistress, has also been placed under arrest. The arrests are apparently in connection with the reopening of the Dreyfus case. Col. Picquart and Naitre le Golos have not been arrested yet, but they are liable to from two to five years' imprisonment. The government is determined to suppress the agitation on behalf of Dreyfus.

SUMMER CLEARANCE SALE AT SALEM'S GREATEST STORE.

LOWEST OF LOW PRICES.

Reduced One-Half.

Shirt waists, straw hats, baby capes.

Clearance Prices on

Dress Skirts
Dress Goods
Linen and
Lace Curtains.

Canton Cord Dimity

A very nice fabric going at clearance sale price, 5 cents.

Scotch Lawn

In dainty designs, clearance sale, 3 3-4 cents

15 or 20

Pieces of dimities, organdies, lawns, etc., values up to 30c the yard. Clearance sale price, 8 1-3 cents

Straw Hats

\$2.00 Hats for.....\$1.00
\$1.00 Hats for......50
50 Hats for......25

Neckwear

A whole window full of bright up-to-date, tasty neckties, well worth 25 and 35c. Clearance sale price 19 cents.

HART, SCHAFFNER & MARK.



Childrens Suits

Reduced one-fifth. We need the room for our big fall stock now being made up.

August fashion plates and decorators now ready.

JOSEPH MEYERS & SONS.

278-280 Commercial st., corner Court st

TELEPHONE NO. 1.

Campers and Threshers

Complete Outfits,

Stoves, cooking utensils, dishes and everything needed in camp life. Money saved by buying at the

FAIR STORE!

O. P. DABNEY.